February 11, 2004

Mr. Lawrence F. Womack Vice President, Nuclear Services Diablo Canyon Power Plant P.O. Box 56 Avila Beach, CA 93424

SUBJECT: PRELIMINARY LICENSE AND SAFETY EVALUATION REPORT FOR THE DIABLO CANYON INDEPENDENT SPENT FUEL STORAGE INSTALLATION (TAC NO. L23399)

Dear Mr. Womack:

By letter dated December 21, 2001, as supplemented, the Pacific Gas and Electric Company (PG&E) submitted an application to the U.S. Nuclear Regulatory Commission (NRC) requesting a site specific license in accordance with 10 CFR Part 72 for an Independent Spent Fuel Storage Installation (ISFSI) at the Diablo Canyon Power Plant. As a result of our review of your application, as revised and supplemented, the NRC staff has prepared a preliminary License and Safety Evaluation Report (SER) pursuant to the requirements of 10 CFR Part 72. Enclosed is a copy of the preliminary License and SER for PG&E's review and identification of any inaccuracies and/or omissions. You are requested to respond with any comments by February 27, 2004.

If you have any comments or questions concerning this request, please contact me at (301) 415-1336.

Sincerely, /RA/

James R. Hall, Senior Project Manager Spent Fuel Project Office Office of Nuclear Material Safety and Safeguards

Docket No. 72-26 (50-275, -323) TAC No. L23399

Enclosures: 1. Preliminary License 2. Preliminary SER

cc: Mailing List (w/enclosures)

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